# Franklin Small Cap Growth R6 FSMLX

| Benchmark | Overall Morningstar Rating™ | Morningstar Return | Morningstar Risk |
|---|---|---|---|
| Russell 2000 Growth TR USD | ★★★★ | Above Average | Above Average |

Out of 653 Small Growth Investments. **A fund's overall Morningstar Rating, based on its risk-adjusted return, is a weighted average of its applicable 3-, 5-, and 10-year Ratings. See disclosure for details.**

## Investment Information

**Investment Objective & Strategy** from investment's prospectus

The investment seeks long-term capital growth.

The fund invests at least 80% of its net assets in the equity securities of small cap companies. The equity securities in which the fund invests are predominantly common stock. For this fund, small cap companies are companies with market capitalizations not exceeding (i) $1.5 billion or (ii) the highest market capitalization in the Russell 2000® Index, whichever is greater, at the time of purchase. It may invest in equity securities of larger companies. The fund, from time to time, may have significant positions in particular sectors such as information technology and healthcare.

**Fees and Expenses** as of 09-01-15

| | |
|---|---|
| *Prospectus Gross Expense Ratio* | *0.66%* |
| *Total Annual Operating Exp per $1000* | *$6.60* |
| *Maximum Sales Charge* | — |
| 12b-1 Fee | — |
| Redemption Fee/Term | — |

**Portfolio Manager(s)**

Michael McCarthy, CFA. B.A., University of California Los Angeles.
Bradley T. Carris, CFA. M.B.A., Columbia University.

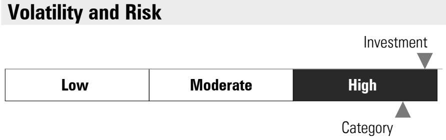
**Operations and Management**

| | |
|---|---|
| Fund Inception Date | 05-01-13 |
| Management Company | Franklin Advisers, Inc. |
| Telephone | 800-632-2301 |
| Web Site | www.franklintempleton.com |
| Issuer | Franklin Templeton Investments |

**Category Description: Small Growth**

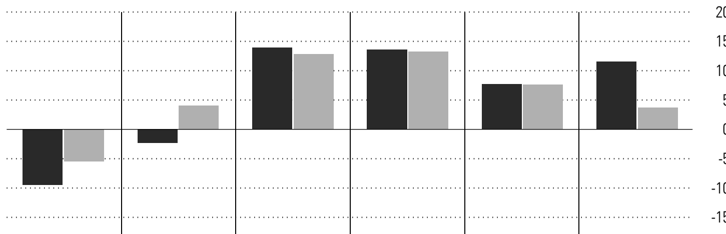
Small-growth portfolios focus on faster-growing companies whose shares are at the lower end of the market-capitalization range. These portfolios tend to favor companies in up-and-coming industries or young firms in their early growth stages. Because these businesses are fast-growing and often richly valued, their stocks tend to be volatile. Stocks in the bottom 10% of the capitalization of the U.S. equity market are defined as small cap. Growth is defined based on fast growth (high growth rates for earnings, sales, book value, and cash flow) and high valuations (high price ratios and low dividend yields).

## Volatility and Risk




| Best 3 Month Return | Worst 3 Month Return |
|---|---|
| 13.14% | -16.74% |
| (Sep '13 - Nov '13) | (Jul '15 - Sep '15) |

## Performance as of 09-30-15

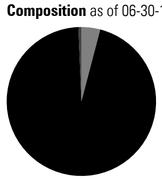



| YTD | 1 Year | 3 Year | 5 Year | 10 Year | Since Inception | |
|---|---|---|---|---|---|---|
| -9.46 | -2.32 | 13.93 | 13.60 | 7.72 | 11.51 | Investment Return % |
| -5.47 | 4.04 | 12.85 | 13.26 | 7.67 | 3.75 | Benchmark Return % |
| -5.18 | 2.39 | 11.17 | 12.11 | 7.02 | 3.85 | Category Average % |
| — | — | ★★★★ | ★★★★ | ★★★ | — | Morningstar Rating™ |
| — | — | 653 | 579 | 408 | — | # of Funds in Category |

**The performance data quoted reflects past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower than the performance data quoted. For the most recent month end performance information, please call 1-800-922-9945, or visit rps.troweprice.com.**

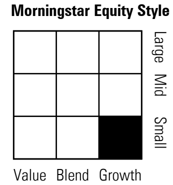
## Portfolio Analysis

**Composition** as of 06-30-15



| | % Assets |
|---|---|
| U.S. Stocks | 95.3 |
| Non-U.S. Stocks | 0.6 |
| Bonds | 0.0 |
| Cash | 4.1 |
| Other | 0.0 |

**Morningstar Equity Style Box** ™ as of 06-30-15




| | % Market Cap |
|---|---|
| Giant | 0.00 |
| Large | 0.00 |
| Medium | 5.53 |
| Small | 57.09 |
| Micro | 37.38 |

**Top 10 Holdings** as of 06-30-15

| | % Assets |
|---|---|
| Demandware Inc | 1.79 |
| US Ecology Inc | 1.49 |
| The Advisory Board Co | 1.43 |
| Tenneco Inc | 1.41 |
| Adeptus Health Inc Class A | 1.36 |
| Allegiant Travel Co LLC | 1.36 |
| Grand Canyon Education Inc | 1.35 |
| Interface Inc | 1.33 |
| Callidus Software Inc | 1.32 |
| Cavium Inc | 1.30 |
| Total Number of Stock Holdings | 117 |
| Total Number of Bond Holdings | 0 |
| Turnover Ratio % | 30.15 |
| Total Assets ($mil) | 3,356.28 |

**Morningstar Equity Sectors** as of 06-30-15

| | % Fund |
|---|---|
| Cyclical | 27.62 |
| Basic Materials | 3.52 |
| Consumer Cyclical | 18.68 |
| Financial Services | 5.42 |
| Real Estate | 0.00 |
| Sensitive | 47.24 |
| Communication Services | 0.00 |
| Energy | 3.68 |
| Industrials | 13.68 |
| Technology | 29.88 |
| Defensive | 25.14 |
| Consumer Defensive | 5.27 |
| Healthcare | 19.87 |
| Utilities | 0.00 |

## Principal Risks

For more information on the risks presented, please refer to http://rps.troweprice.com/riskglossary

Loss of Money, Not FDIC Insured, Growth Investing, Active Management, Market/Market Volatility, Restricted/Illiquid Securities, Portfolio Diversification, Small Cap